THE MINISTER OF STATE IN THE DEPARTMENT OF INDUSTRIAL DEVELOPMENT IN THE MINISTRY OF INDUSTRY (SHRI M. ARUNACHA-LAM): (a) Government have seen the report.

(b) The proposal submitted by the Punjab Agro Industries Corporation does not envisage any reduction in the level of import of raw materials during the first 5 years i_n relation to th© production programme. The Corporation has, however, stated that the raw materials proposed to be imported are only those which are not being manufactured indigenously and which are being imported by the existing soft drink industry. These will include itemss such as natural essential oils, cola-nut extract, gum arabica and other ingredients presently not available in the country. The Corporation has also stated that as any when these raw materials are produced indigenously of appropriate quality standards, they will reduce their imports according.

(c) There are two Flavour manufacturing companies having foreign equity share, holdings in the organised sector. Since the proposal of Punjab Agro-Industries Corporation is still under ~ consideration, *ig* premature to answer the question whether they can meet the import requirements of Punjab Agro Industries Corporation.

Import requirement for Pepsi Cola

639. SHRI DHARAM CHANDER PRASHANT; Will the Minister of INDUSTRY be pleased to refer to Starred Question 188 and 283 given in the Rajya Sabha on 17th and 24th November, 1986 respectively regarding Punjab Agro proposal for Pepsi Cola and state:

(a) whether under the proposal the import requirements for 'proprietory ingredients' for the first five years would be around Rs. 3. 2 crores;

(b) what is the level of exports to be reached by the 5th year, what value of REP licence would be available against these exports and how much of the REP licence (value) is permitted to be used for importing 'Proprietary ingredients'; and

(c) on what basis the import requirements of Rs. 3. 2 crores for Peps; "Proprietory ingredients" is to be met with?

THE MINISTER OF STATE IN THE DEPARTMENT OF INDUSTRIAL DEVELOPMENT IN THE MINISTRY OF INDUSTRY (SHRI M. ARUNACHALAM): (a) The proposal of Punjab Agro Industries Corporation envisages the total import of raw materials valued at Rs. 8. 60 crores for the first five years period for the manufacture of soft drink concentrates. The figure of Rs. 3. 2 crores is the requirement of the imported raw materials for the fifth year.

(b) The level of exports to be achieved by the 5th year is Rs. 11 crores of processed food and vegetable products. In addiiion export of concentrates and some other items are also envisaged. The actual import entitlement on exports made will be governed by the policy prevailing at the relevani time.

(c) Import of raw-materials for the manufacture of soft drink concentrates which are not indigenously available will be regulated in accordance with the import policy from time to time.

Setting up of industries in Orissa

640. SHRI SANTOSH KUMAR SAHU: Will the Minister of INDUSTRY be pleased to state;

(a) the total amount proposed to be invested for establishing medium and large scale industries in Orissa during the Seventh Plan period;

(b) the amount proposed to be spent on setting up of small scale village industries in that State during the same period; and

(c) the amount proposed to be spent 1987-88 for setting up of medium, large and small scale industries?